

SEC. 16. *Be it further enacted,* That hereafter a part not exceeding ten per cent. of the promisory note required to be deposited by every person, on his becoming a member, and before he receives his policy, shall be immediately paid instead of the five per cent. as heretofore required.

SEC. 17. *Be it further enacted,* That in all cases where a permanent lien cannot or is not intended to be created, the directors or executive committee may require an indemnity instead thereof, by an approved surety or sureties on the premium note. The directors or executive committee may at any time, when a majority of their whole number shall concur therein, require a further security on the premium note, and in case the assured shall neglect or refuse to comply with the request of the directors in this respect for two calendar months after he, she, or they shall be apprized thereof by a notice in writing from the secretary for that purpose, served upon the assured, his, her, or their policy shall become null and void, and the amount theretofore paid upon said premium note continue in force so as to enable the said corporation to collect upon it any losses or expenses that accrued previous to the termination of the said policy.

SEC. 18. *Be it further enacted,* That the lien in the nature of a mortgage to the amount of his deposit note on the buildings insured, and the rights, title, and interest of the assured to the lands on which they stood, shall continue and be a substituting lien or mortgage so as to enable the said company to recover thereby such losses and such expenses as accrued in and to the said company, in proportion to the amount of his deposit note, provided the same accrued previous to the termination of his policy.